# Exhibit 3

## 15-1958

## IN THE UNITED STATED COURT OF APPEALS FOR THE SECOND CIRCUIT

In re: MOTORS LIQUIDATION COMPANY, F/K/A GENERAL MOTORS CORPORATION,

Debtors.

CELESTINE ELLIOTT, LAWRENCE ELLIOTT, AND BERENICE SUMMERVILLE,

Petitioners,

-against-

GENERAL MOTORS LLC,

Respondent.

ON APPEAL FROM THE UNITED STATES BANKRUPTCY COURT FOR THE SOUTHERN DISTRICT OF NEW YORK CHAPTER 11 CASE NO. 09-50026 (REG) HONORABLE ROBERT E. GERBER, JUDGE PRESIDING

### ELLIOTT PETITIONERS' REPLY TO GENERAL MOTORS LLC'S RESPONSE TO THEIR PETITION FOR PERMISSION TO APPEAL

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Attorney for Celestine Elliott, Lawrence Elliott, and Berenice Summerville

Petitioners Celestine Elliott, Lawrence Elliott, and Berenice Summerville ("the *Elliott* Petitioners"), through undersigned counsel, respectfully submit this Reply to General Motors LLC's ("New GM's") *Response and Cross-Petition for Permission for Direct Appeal under 28 U.S.C. § 158(d)(2)(A)*, Doc. No. 15.

The Court should reject New GM's contention that the *Elliott* Petition is premature and that the Court accordingly does not yet have jurisdiction over their appeal. New GM argues that the filing of post-judgment motions by other parties tolled the time to appeal under Fed. R. Bankr. P. 8002(b), and, therefore, the Bankruptcy Court's certification for direct appeal to this Court has not yet become effective under Bankruptcy Rule 8006(g). New GM's argument lacks merit.

When it filed its Motions to Enforce, New GM initiated a series of "contested matters" in the Bankruptcy Court against scores of parties, including the *Elliott* Petitioners, who had filed lawsuits against New GM. New GM claims these lawsuits are barred by the Sale Order and Injunction issued by the Bankruptcy Court in 2009. New GM listed the lawsuits it wished the Bankruptcy Court to enjoin in a bulk schedule appended to its initial motion, and periodically added to the initial list of forty-six lawsuits by the submission of additional bulk schedules presented as supplements to its original filing, listing more lawsuits New GM wanted the Bankruptcy Court to enjoin.<sup>1</sup>

<sup>&</sup>lt;sup>1</sup> As the *Elliott* appeal contends, the Bankruptcy Court mistakenly treated the proceedings as if

The Bankruptcy Court consolidated its treatment of the various contested matters before it, both in its consideration of issues common to the contested matters and in its Judgment, in which it listed the scores of lawsuits subject to the Judgment in bulk fashion through Appendices. But consolidated contested matters, like consolidated lawsuits in an MDL proceeding under 28 U.S.C. § 1407, retain their independent status regardless of the consolidation, and one party's rights to appeal orders or judgments that are final *as to that party* are not affected by the fact that such a decision may not be final *as to other parties* in the consolidation. *Gelboim v. Bank of American Corp.*, 135 S. Ct. 897; 190 L. Ed. 2d 789; 2015 U.S. LEXIS 756 (2015).

The *Elliott* Petitioners did not join the post-judgment motions of the *Bledsoe* Parties, the only parties subject to the Bankruptcy Court's Judgment to file post-judgment motions. The *Elliott* Petitioners will not be affected by the disposition of post-judgment motions submitted by those other parties. The Bankruptcy Court's Judgment is final with respect to all of their claims, and there is no reason to delay

they were *in rem* proceedings and as if New GM were a debtor in possession, entitled to enjoin all lawsuits against it by simply filing schedules listing its creditors. But New GM is not the debtor in this bankruptcy case, parties suing it are not creditors of a debtor, and the contested matters initiated by non-debtor New GM's Motions to Enforce are *in personam* proceedings in which each party New GM targeted in its motion possesses independent rights under applicable due process requirements to oppose New GM's motions and to appeal from the Judgment barring them from suing New GM. *See Tennessee Student Assistance Corp. v. Hood*, 541 U.S. 440, 447-50 (2004) (distinguishing between a bankruptcy court's *in rem* power and *in personam* jurisdiction); *Taylor v. Sturgell*, 553 U.S. 880, 896-902 (2008), *quoting Hansberry v. Lee*, 311 U.S. 32, 40 (1940) (fundamental right of each party to be heard in *in personam* proceedings).

consideration of their appeal.

The Elliott Parties respectfully request that the Court consider without delay their petition for permission to appeal a judgment and associated order of the Bankruptcy Court pursuant to 28 U.S.C. § 158(d).

Dated: July 9, 2015 Respectfully Submitted,

/s/ Gary Peller

Gary Peller (admitted pro hac vice) 600 New Jersey Ave, NW Washington, DC 20001 (202) 662-9122 Counsel for Celestine Elliott, Lawrence Elliott, and Berenice Summerville

#### **CERTIFICATE OF COMPLIANCE**

This Reply complies with Rule 5 of the Federal Rules of Appellate

Procedure as it does not exceed the 20 page limitation and Rules 32(a)(5) and (6)

because it has been prepared using Microsoft Work in Time New Roman 14-point font.

Dated: July 9, 2015 Respectfully Submitted,

| S | Gary Peller |
| Gary Peller (admitted pro hac vice)

#### **CERTIFICATE OF SERVICE & CM/ECF FILING**

I hereby certify that I caused the foregoing **REPLY TO GENERAL MOTORS LLC'S RESPONSE TO THEIR PETITION FOR PERMISSION TO APPEAL to** be served on all parties *via* the Court's CM/ECF procedures on this 9th day of July, 2015.

/s/ Gary Peller
Gary Peller (admitted pro hac vice)